

**THE UNITED STATES BANKRUPTCY COURT  
FOR THE DISTRICT OF DELAWARE**

In re: ) Chapter 11  
W.R. GRACE & CO., et al., ) Case No. 01-01139 (JKF)  
Debtors. ) (Jointly Administered)  
Obj. Deadline: August 14, 2006

**FORTIETH APPLICATION OF THE BLACKSTONE GROUP L.P.  
AS FINANCIAL ADVISOR TO W.R. GRACE & CO. AND AFFILIATES  
FOR COMPENSATION AND REIMBURSEMENT OF EXPENSES INCURRED  
FOR THE PERIOD OF MARCH 1, 2006 THROUGH MARCH 31, 2006**

Name of Applicant: The Blackstone Group L.P.

Authorized to Provide  
Professional Services to: Debtors

Date of Retention Order: June 22, 2001, effective April 2, 2001

Period for which compensation and reimbursement is sought: March 1, 2006 through March 31, 2006

Amount of Compensation                                  Total                          (Holdback (@ 20%))  
sought as actual, reasonable and necessary:        \$100,000.00                          (\$20,000.00)

**Amount of Expense Reimbursement  
sought as actual, reasonable and necessary:** \$1,273.41

This is a x monthly    interim    final application

## Summary of Monthly Applications:

<b>Date Filed</b>	<b>Period Covered</b>	<b>Requested</b>		<b>Approved</b>	
		<b>Fees</b>	<b>Expenses</b>	<b>Fees</b>	<b>Expenses</b>
July 31, 2001	April 2, 2001 - June 30, 2001	\$519,166.66	\$7,663.95	\$519,166.66	\$7,261.45
August 24, 2001	July 2001	\$175,000.00	\$3,504.53	\$175,000.00	\$3,504.53
October 15, 2001	August 2001	\$175,000.00	\$16,124.84	\$175,000.00	\$5,795.17
November 20, 2001	September 2001	\$175,000.00	\$11,846.09	\$175,000.00	\$9,226.93
November 29, 2001	October 2001	\$175,000.00	\$5,042.39	\$175,000.00	\$4,084.55
January 30, 2002	November 2001	\$175,000.00	\$7,477.10	\$175,000.00	\$6,691.93
January 30, 2002	December 2001	\$175,000.00	\$2,133.92	\$175,000.00	\$2,112.92
March 15, 2002	January 2002	\$175,000.00	\$5,140.26	\$175,000.00	\$3,940.26
April 5, 2002	February 2002	\$175,000.00	\$1,719.69	\$175,000.00	\$1,414.02
May 2, 2002	March 2002	\$175,000.00	\$631.92	\$175,000.00	\$389.25
July 24, 2002	April 2002	\$175,000.00	\$2,736.03	\$175,000.00	\$2,703.36
August 15, 2002	May 2002	\$175,000.00	\$516.61	\$175,000.00	\$516.61
August 15, 2002	June 2002	\$175,000.00	\$733.20	\$175,000.00	\$733.20
November 13, 2002	July 2002	\$175,000.00	\$2,603.74	\$175,000.00	\$2,603.74
November 13, 2002	August 2002	\$175,000.00	\$3,547.21	\$175,000.00	\$3,547.21
November 13, 2002	September 2002	\$175,000.00	\$1,611.87	\$175,000.00	\$1,467.54
February 14, 2003	October 2002	\$175,000.00	\$1,848.24	\$175,000.00	\$1,848.24
February 14, 2003	November 2002	\$175,000.00	\$2,109.76	\$175,000.00	\$2,109.76
February 14, 2003	December 2002	\$175,000.00	\$1,570.49	\$175,000.00	\$1,579.49
March 17, 2004	January 1, 2003 - December 31, 2003	\$525,000.00	\$10,063.83	\$525,000.00	\$10,026.06
August 17, 2004	January 1, 2004 - June 30, 2004	\$525,000.00	\$2,833.02	\$525,000.00	\$2,833.02
November 15, 2004	July 1, 2004 - September 30, 2004	\$525,000.00	\$22,158.70	\$525,000.00	\$22,009.84

<b>Date Filed</b>	<b>Period Covered</b>	<b>Requested</b>		<b>Approved</b>	
		<b>Fees</b>	<b>Expenses</b>	<b>Fees</b>	<b>Expenses</b>
November 24, 2004	October 2004	\$175,000.00	\$3,635.27	\$175,000.00	\$3,635.27
January 24, 2005	November 2004	\$175,000.00	\$4,369.47	\$175,000.00	\$4,369.47
January 24, 2005	December 2004	\$175,000.00	\$1,129.94	\$175,000.00	\$1,129.94
March 4, 2005	January 2005	\$175,000.00	\$2,347.64	\$175,000.00	\$2,347.64
May 19, 2005	February 2005	\$175,000.00	\$742.42	\$175,000.00	\$742.42
May 19, 2005	March 2005	\$175,000.00	\$1,106.33	\$175,000.00	\$1,106.33
August 19, 2005	April 2005	\$100,000.00	\$3,082.08	\$100,000.00	\$3,082.08
August 19, 2005	May 2005	\$50,000.00	\$1,709.38	\$50,000.00	\$1,709.38
August 19, 2005	June 2005	\$50,000.00	\$2,917.10	\$50,000.00	\$2,917.10
May 8, 2006	July 2005	\$75,000.00	\$2,289.24	\$75,000.00	\$2,289.24
May 8, 2006	August 2005	\$50,000.00	\$2,304.36	\$50,000.00	\$2,304.36
May 8, 2006	September 2005	\$25,000.00	\$679.00	\$25,000.00	\$679.00
June 21, 2006	October 2005	\$100,000.00	\$786.97	--	--
June 21, 2006	November 2005	\$100,000.00	\$1,854.08	--	--
June 21, 2006	December 2005	\$100,000.00	\$488.35	--	--
	January 2006	\$50,000.00	\$1,369.41	--	--
	February 2006	\$100,000.00	\$560.94		
	March 2006	\$100,000.00	1,273.41		

IN THE UNITED STATES BANKRUPTCY COURT  
FOR THE DISTRICT OF DELAWARE

**FEE DETAIL FOR THE BLACKSTONE  
GROUP L.P.'S MONTHLY FEE APPLICATION FOR THE  
PERIOD FROM MARCH 1, 2006 THROUGH MARCH 31, 2006**

<sup>1</sup> The Debtors consist of the following 62 entities: W. R. Grace & Co. (f/k/a Grace Specialty Chemicals, Inc.), W. R. Grace & Co.-Conn., A-1 Bit & Tool Co., Inc., Alewife Boston Ltd., Alewife Land Corporation, Amicon, Inc., CB Biomedical, Inc. (f/k/a Circe Biomedical, Inc.), CCHP, Inc., Coalgrace, Inc., Coalgrace II, Inc., Creative Food 'N Fun Company, Darex Puerto Rico, Inc., Del Taco Restaurants, Inc., Dewey and Almy, LLC (f/k/a Dewey and Almy Company), Ecarg, Inc., Five Alewife Boston Ltd., G C Limited Partners I, Inc. (f/k/a Grace Cocoa Limited Partners I, Inc.), G C Management, Inc. (f/k/a Grace Cocoa Management, Inc.), GEC Management Corporation, GN Holdings, Inc., GPC Thomasville Corp., Gloucester New Communities Company, Inc., Grace A-B Inc., Grace A-B II Inc., Grace Chemical Company of Cuba, Grace Culinary Systems, Inc., Grace Drilling Company, Grace Energy Corporation, Grace Environmental, Inc., Grace Europe, Inc., Grace H-G Inc., Grace H-G II Inc., Grace Hotel Services Corporation, Grace International Holdings, Inc. (f/k/a Dearborn International Holdings, Inc.), Grace Offshore Company, Grace PAR Corporation, Grace Petroleum Libya Incorporated, Grace Tarpon Investors, Inc., Grace Ventures Corp., Grace Washington, Inc., W. R. Grace Capital Corporation, W. R. Grace Land Corporation, Gracoal, Inc., Gracoal II, Inc., Guanica-Caribe Land Development Corporation, Hanover Square Corporation, Homco International, Inc., Kootenai Development Company, L B Realty, Inc., Litigation Management, Inc. (f/k/a GHSC Holding, Inc.), Grace Jvh, Inc., Asbestos Management, Inc.), Monolith Enterprises, Incorporated, Monroe Street, Inc., MRA Holdings Corp. (f/k/a Nestor-BNA Holdings Corporation), MRA Intermedco, Inc. (f/k/a Nestor-BNA, Inc.), MRA Staffing Systems, Inc. (f/k/a British Nursing Association, Inc.), Remedium Group, Inc. (f/k/a Environmental Liability Management, Inc., E&C Liquidating Corp., Emerson & Cuming, Inc.), Southern Oil, Resin & Fiberglass, Inc., Water Street Corporation, Axial Basin Ranch Company, CC Partners (f/k/a Cross Country Staffing), Hayden-Gulch West Coal Company, H-G Coal Company.

The Blackstone Group®

July 18, 2006

Mr. Fred Festa  
Chairman, President and Chief Executive Officer  
W.R. Grace & Co.  
7500 Grace Drive  
Columbia, Maryland 21044

Monthly advisory fee for the period of March 1, 2006 through March 31, 2006: \$ 100,000.00

Less a 20% holdback pursuant to the Court's Adminsitritive Order: (20,000.00)

Out-of-pocket expenses processed for the period through March 31, 2006:<sup>1</sup>

Airfare	\$ 574.10	
Ground Transportation	411.64	
Communications	80.00	
Meals	28.95	
Lodging	<u>178.72</u>	<u>1,273.41</u>
<b>Total Amount Due</b>	<b>\$</b>	<b><u>81,273.41</u></b>

Please wire transfer funds to:

JP Morgan Chase  
One New York Plaza  
New York, NY 10017  
ABA# 021 000 021  
Credit Account: The Blackstone Group L.P.  
Account Receivable Dept. 14th Floor  
Account # 066-287472

Invoice Number: 10716

<sup>1</sup> Expenses incurred, but not yet processed due to timing differences will be billed at a later date.

The Blackstone Group® L.P.  
345 Park Avenue  
New York, NY 10154  
212 583-5000

**W.R. Grace & Co.**  
**Summary of Expenses**  
**Invoice No. 10716**

	<b>GL Detail</b> <b>Mar-06</b>	<b>Total</b> <b>Expenses</b>
Airfare	\$ 574.10	<b>\$ 574.10</b>
Ground Transportation - Car Service - Elite	134.64	<b>134.64</b>
Ground Transportation - Local Travel	103.00	<b>103.00</b>
Ground Transportation - Out of Town Travel	174.00	<b>174.00</b>
Communications - Teleconferencing	80.00	<b>80.00</b>
Employee Meals	28.95	<b>28.95</b>
External Research - Dow Jones	10.08	<b>10.08</b>
External Research - Securities Data	125.44	<b>125.44</b>
External Research - Online Database	43.20	<b>43.20</b>
<b>Total Expenses</b>	<b>\$ 1,273.41</b>	<b>\$ 1,273.41</b>
Airfare	\$ 574.10	
Ground Transportation	411.64	
Communications	80.00	
Meals	28.95	
Research	178.72	
<b>Total Expenses</b>	<b>\$ 1,273.41</b>	

**W.R. Grace & Co.**  
**Detail of Expenses Processed**  
**Through March 31, 2006**  
**Invoice No. 10716**

**Airfare**

Zilly (travel agency fee for booking of flight to Baltimore, MD dated 02/24/06)	02/22/06	20.00
Zilly (one-way coach class flight to Baltimore, MD from Queens, NY)	02/24/06	394.80
Zilly (travel agency fee for booking of flight to Queens, NY dated 02/24/06)	02/24/06	20.00
Zilly (one-way coach class flight to Queens, NY from Washington, DC)	02/24/06	139.30
	<b>Subtotal - Airfare</b>	<b>\$ 574.10</b>

**Ground Transportation - Car Service - Elite**

O'Connell (car to LaGuardia Airport in Queens, NY from home)	12/14/05	41.82
Zilly (car to LaGuardia Airport in Queens, NY from home)	12/14/05	46.41
Zilly (car to LaGuardia Airport in Queens, NY from home)	01/16/06	46.41
	<b>Subtotal - Ground Transportation - Car Service - Elite</b>	<b>134.64</b>

**Ground Transportation - Local Travel**

O'Connell (early morning taxi to Blackstone from home)	01/16/06	18.00
O'Connell (weekend taxi to Blackstone from home)	02/05/06	18.00
O'Connell (weekend taxi home from Blackstone)	02/05/06	18.00
O'Connell (weeknight taxi home from Blackstone after working late)	02/07/06	17.00
O'Connell (weeknight taxi home from Blackstone after working late)	02/08/06	15.00
O'Connell (weeknight taxi home from Blackstone after working late)	02/13/06	17.00
	<b>Subtotal - Ground Transportation - Local Travel</b>	<b>103.00</b>

**Ground Transportation - Out of Town Travel**

O'Connell (taxi to client's offices in Columbia, MD from airport in Baltimore, MD)	12/14/05	50.00
O'Connell (taxi to BWI station from client's offices in Columbia, MD)	12/15/05	40.00
Zilly (taxi to client's offices in Columbia, MD from BWI airport in Baltimore, MD)	02/24/06	42.00
Zilly (taxi to airport in Washington, DC from client's offices in Columbia, MD)	02/24/06	42.00
	<b>Subtotal - Ground Transportation - Out of Town Travel</b>	<b>174.00</b>

**Communications - Teleconferencing**

O'Connell	01/26/06	80.00
	<b>Subtotal - Communications - Teleconferencing</b>	<b>80.00</b>

**Employee Meals**

Munfa (weeknight working dinner meal @ Blackstone while working late)	12/20/05	20.00
O'Connell (weekend working meal @ Blackstone)	02/05/06	8.95
	<b>Subtotal - Employee Meals</b>	<b>28.95</b>

**External Research - Dow Jones**

Munfa (online data research)	01/01/06 - 01/07/06	10.08
	<b>Subtotal - External Research - Dow Jones</b>	<b>10.08</b>

**External Research - Securities Data**

O'Connell (online data research)	08/22/05	9.12
O'Connell (online data research)	08/22/05	116.32
	<b>Subtotal - External Research - Securities Data</b>	<b>125.44</b>

**External Research - Online Database**

de Almeida (retrieved documents from Court docket via P.A.C.E.R.)	10/11/05	2.40
de Almeida (retrieved documents from Court docket via P.A.C.E.R.)	11/15/05	2.48
Munfa (online data research)	02/06/06	38.32
	<b>Subtotal - External Research - Online Database</b>	<b>43.20</b>
	<b>Total Expenses</b>	<b>\$ 1,273.41</b>

THE BLACKSTONE GROUP L.P.  
SUMMARY OF HOURS FOR THE PERIOD OF  
MARCH 1, 2006 THROUGH MARCH 31, 2006

Professional	Title	Hours
Pamela Zilly	Senior Managing Director	61.5
Jamie O'Connell	Associate	48.4
Total		<u><u>109.9</u></u>

**THE BLACKSTONE GROUP L.P.**  
**HOURLY DETAIL FOR THE PERIOD OF**  
**MARCH 1, 2006 THROUGH MARCH 31, 2006**

Professional	Date	Hours	Category	Explanation
Pamela Zilly Jamie O'Connell	03/02/06	0.7	Business Analysis	Research, discussion with K. Myers re: Delphi claim
Pamela Zilly Jamie O'Connell	03/03/06	0.5	Business Analysis	Call with J. Gado of GPC regarding business update
Pamela Zilly Jamie O'Connell	03/03/06	1.0	Business Analysis	Review monthly operating report
Pamela Zilly Jamie O'Connell	03/03/06	0.8	Business Analysis	Correspondence with requests for stock purchases; limitations
Pamela Zilly Jamie O'Connell	03/04/06	1.5	Business Analysis	Financial analysis
Pamela Zilly Jamie O'Connell	03/06/06	0.5	Business Analysis	Call with R. Lapidario of Grace regarding business analysis
Pamela Zilly Jamie O'Connell	03/08/06	0.5	Business Analysis	Call with R. Lapidario of Grace regarding business analysis
Pamela Zilly Jamie O'Connell	03/10/06	0.5	Business Analysis	Call with S. Smith of Grace regarding business update
Pamela Zilly Jamie O'Connell	03/10/06	0.3	Business Analysis	Review materials re: status of Project Nike
Pamela Zilly Jamie O'Connell	03/13/06	0.5	Business Analysis	Project Spaghetti discussion with G. Young, G. Poling
Pamela Zilly Jamie O'Connell	03/14/06	0.5	Business Analysis	Call with J. Gado of GPC regarding business update
Pamela Zilly Jamie O'Connell	03/14/06	0.5	Business Analysis	Business analysis
Pamela Zilly Jamie O'Connell	03/15/06	0.4	Business Analysis	Discussion with P. Zilly re: sales procedure
Pamela Zilly Jamie O'Connell	03/15/06	0.4	Business Analysis	Discussion with J. O'Connell re: sales procedure
Pamela Zilly Jamie O'Connell	03/17/06	1.0	Business Analysis	Discussions with D. Neuberger, G. Young re: Project Spaghetti
Pamela Zilly Jamie O'Connell	03/18/06	1.0	Business Analysis	Review projections and cash needs schedules
Pamela Zilly Jamie O'Connell	03/21/06	2.0	Business Analysis	Review global cash flows
Pamela Zilly Jamie O'Connell	03/22/06	0.5	Business Analysis	Call with Grace management regarding cash flow forecast
Pamela Zilly Jamie O'Connell	03/22/06	1.0	Business Analysis	Review insurance-related documents
Pamela Zilly Jamie O'Connell	03/22/06	1.0	Business Analysis	Review segment, geographic cash flows
Pamela Zilly Jamie O'Connell	03/22/06	0.5	Business Analysis	Call with Grace management re: cash flows
Pamela Zilly Jamie O'Connell	03/23/06	1.0	Business Analysis	Read draft Equitas settlement
Pamela Zilly Jamie O'Connell	03/26/06	2.0	Business Analysis	Review Grace's 2005 10-K
Pamela Zilly Jamie O'Connell	03/27/06	0.5	Business Analysis	Call with G. Young and C. Schult of Grace regarding business update
Pamela Zilly Jamie O'Connell	03/27/06	1.0	Business Analysis	Review and provide comments on Project Spaghetti presentation
Pamela Zilly Jamie O'Connell	03/28/06	0.5	Business Analysis	Correspondence regarding business update
Pamela Zilly Jamie O'Connell	03/28/06	0.5	Business Analysis	Call with C. Schult of Grace regarding business update
Pamela Zilly Jamie O'Connell	03/28/06	1.0	Business Analysis	Review and provide comments on Project Spaghetti presentation
Pamela Zilly Jamie O'Connell	03/29/06	1.3	Business Analysis	Call with Davison management regarding business update
Pamela Zilly Jamie O'Connell	03/29/06	1.5	Business Analysis	Call with D. Neuberger, G. Young, G. Poling re Spaghetti presentation
Pamela Zilly Jamie O'Connell	03/30/06	0.5	Business Analysis	Call with R. Lapidario of Grace regarding business analysis
Pamela Zilly Jamie O'Connell	03/30/06	0.5	Business Analysis	Review correspondence regarding treasury matters
Pamela Zilly Jamie O'Connell	03/30/06	1.0	Business Analysis	Review of business update presentation
Pamela Zilly Jamie O'Connell	03/31/06	0.8	Business Analysis	Global cash flow review
Pamela Zilly Jamie O'Connell	03/31/06	0.4	Business Analysis	Review status of Equitas settlement
				<b>28.1</b>

**THE BLACKSTONE GROUP L.P.**  
**HOURLY DETAIL FOR THE PERIOD OF**  
**MARCH 1, 2006 THROUGH MARCH 31, 2006**

Professional	Date	Hours	Category	Explanation
Pamela Zilly	03/18/06	0.7	Case Administration	Read Debtors' Opposition to Libby Claimants Request for Payment
Pamela Zilly	03/22/06	1.0	Case Administration	Read various motions
Pamela Zilly	03/31/06	0.6	Case Administration	Read various orders
		<u><u>2.3</u></u>		

**THE BLACKSTONE GROUP L.P.**  
**HOURLY DETAIL FOR THE PERIOD OF**  
**MARCH 1, 2006 THROUGH MARCH 31, 2006**

Professional	Date	Hours	Category	Explanation
Jamie O'Connell Pamela Zilly	03/06/06 03/06/06	0.5 0.5 <u>1.0</u>	Claims Analysis Objection/Resolution Claims Analysis Objection/Resolution	Review and discuss with P. Zilly language in EPA settlement Review and discuss with J. O'Connell language in EPA consent decree

**THE BLACKSTONE GROUP L.P.**  
**HOURLY DETAIL FOR THE PERIOD OF**  
**MARCH 1, 2006 THROUGH MARCH 31, 2006**

Professional	Date	Hours	Category	Explanation
Pamela Zilly Jamie O'Connell	03/01/06	0.5	Committee	Review correspondence re: Unsecured Creditors claims
Jamie O'Connell	03/02/06	1.0	Committee	Call with L. Hamilton of Capstone regarding various requests
Jamie O'Connell	03/02/06	0.5	Committee	Manage various committee requests
Jamie O'Connell	03/03/06	0.5	Committee	Call with L. Hamilton of Capstone and C. Finkle of Grace regarding Latham & Watkins retention
Jamie O'Connell	03/05/06	0.5	Committee	Respond to Capstone inquiries
Jamie O'Connell	03/07/06	0.5	Committee	Manage various committee requests
Jamie O'Connell	03/08/06	0.5	Committee	Call with J. Brownstein of Piper Jaffray
Jamie O'Connell	03/08/06	0.5	Committee	Respond to Piper Jaffray requests
Jamie O'Connell	03/10/06	0.5	Committee	Call with B. Corcoran of Grace, financial advisors to the Committee re: environmental claims
Pamela Zilly	03/10/06	0.3	Committee	Review responses to Committee's advisors compensation questions
Pamela Zilly	03/10/06	0.5	Committee	Call with R. Corcoran, Committee financial advisors re: environmental claims
Jamie O'Connell	03/13/06	0.5	Committee	Respond to Capstone inquiries
Jamie O'Connell	03/14/06	0.5	Committee	Manage various committee requests
Jamie O'Connell	03/15/06	0.5	Committee	Manage various committee requests
Jamie O'Connell	03/15/06	2.5	Committee	Meeting with Piper Jaffray and Tersigni Consulting to review claims
Pamela Zilly	03/15/06	2.8	Committee	Meeting with R. Tarola, Tersigni and Piper Jaffrey representatives re: claims
Jamie O'Connell	03/20/06	0.5	Committee	Manage various committee requests
Jamie O'Connell	03/22/06	1.0	Committee	Manage various committee requests
Jamie O'Connell	03/24/06	0.5	Committee	Manage various committee requests
Jamie O'Connell	03/27/06	0.5	Committee	Call with B. Sarikas regarding status of committee requests
Jamie O'Connell	03/27/06	0.3	Committee	Call with L. Hamilton and R. Frezza of Capstone
Jamie O'Connell	03/29/06	0.8	Committee	Call with Capstone, B. Tarola and B. Sarikas of Grace regarding business plan
Jamie O'Connell	03/29/06	0.5	Committee	Various committee calls regarding pension matters
Jamie O'Connell	03/31/06	1.0	Committee	Manage various committee requests
		<u><b>17.6</b></u>		

**THE BLACKSTONE GROUP L.P.**  
**HOURLY DETAIL FOR THE PERIOD OF**  
**MARCH 1, 2006 THROUGH MARCH 31, 2006**

Professional	Date	Hours	Category	Explanation
Pamela Zilly	03/20/06	1.0	Employee Benefits/Pension	
Pamela Zilly	03/03/06	0.8	Employee Benefits/Pension	
Jamie O'Connell	03/14/06	1.0	Employee Benefits/Pension	
Pamela Zilly	03/14/06	1.3	Employee Benefits/Pension	
Pamela Zilly	03/18/06	1.2	Employee Benefits/Pension	
Pamela Zilly	03/20/06	2.5	Employee Benefits/Pension	
Pamela Zilly	03/21/06	2.0	Employee Benefits/Pension	
Pamela Zilly	03/22/06	1.0	Employee Benefits/Pension	
Pamela Zilly	03/23/06	0.5	Employee Benefits/Pension	
Pamela Zilly	03/24/06	1.5	Employee Benefits/Pension	
Pamela Zilly	03/27/06	1.0	Employee Benefits/Pension	
Jamie O'Connell	03/27/06	0.5	Employee Benefits/Pension	
Jamie O'Connell	03/29/06	0.3	Employee Benefits/Pension	
Jamie O'Connell	03/29/06	0.5	Employee Benefits/Pension	
Jamie O'Connell	03/29/06	0.5	Employee Benefits/Pension	
Pamela Zilly	03/31/06	0.5	Employee Benefits/Pension	
Jamie O'Connell	03/31/06	0.5	Employee Benefits/Pension	
Jamie O'Connell	03/31/06	0.5	Employee Benefits/Pension	
Pamela Zilly	03/31/06	0.5	Employee Benefits/Pension	
		<u>17.1</u>		

**THE BLACKSTONE GROUP L.P.**  
**HOURLY DETAIL FOR THE PERIOD OF**  
**MARCH 1, 2006 THROUGH MARCH 31, 2006**

Professional	Date	Hours	Category	Explanation
Pamela Zilly	03/02/06	0.5	Financing	Correspondence, discussion with J. O'Connell re: DIP motion
Pamela Zilly	03/08/06	0.4	Financing	Review of DIP needs
Pamela Zilly	03/08/06	0.5	Financing	Discussion with E. Filon re: B of A and LC commitments
Pamela Zilly	03/09/06	0.5	Financing	Discussion with E. Filon, R. Tarola re: B of A and LC commitments
Jamie O'Connell	03/10/06	0.5	Financing	Review DIP renewal analysis
Pamela Zilly	03/14/06	1.0	Financing	Discussion and distribute materials on B of A, LC issues w/ T. Freedman
Pamela Zilly	03/30/06	0.5	Financing	Discussion with E. Filon re: B of A and LC commitments
		<u><b>3.9</b></u>		

**THE BLACKSTONE GROUP L.P.**  
**HOURLY DETAIL FOR THE PERIOD OF**  
**MARCH 1, 2006 THROUGH MARCH 31, 2006**

Professional	Date	Hours	Category	Explanation
Janie O'Connell	03/27/06	1.3	Hearings	Participate telephonically in the March 27, 2006 court hearing
Pamela Zilly	03/27/06	1.0	Hearings	Attend Grace Hearing via telephone
		<u><b>2.3</b></u>		

**THE BLACKSTONE GROUP L.P.**  
**HOURLY DETAIL FOR THE PERIOD OF**  
**MARCH 1, 2006 THROUGH MARCH 31, 2006**

Professional	Date	Hours	Category	Explanation
Jamie O'Connell Pamela Zilly	03/01/06	0.5	Plan and Disclosure Statement	Claims call with CDG and M. Brown of Grace
Jamie O'Connell Pamela Zilly	03/01/06	0.5	Plan and Disclosure Statement	Review interest rate accrual analysis
Jamie O'Connell Pamela Zilly	03/04/06	0.5	Plan and Disclosure Statement	Review claims materials
Jamie O'Connell Pamela Zilly	03/06/06	0.5	Plan and Disclosure Statement	Call with B. Corcoran of Grace regarding environmental claims
Jamie O'Connell Pamela Zilly	03/06/06	0.7	Plan and Disclosure Statement	Review claims schedules
Jamie O'Connell Pamela Zilly	03/09/06	0.5	Plan and Disclosure Statement	Call with B. Corcoran of Grace regarding environmental claims
Jamie O'Connell Pamela Zilly	03/09/06	0.5	Plan and Disclosure Statement	Call with W. Corcoran re: environmental claims
Jamie O'Connell Pamela Zilly	03/10/06	1.0	Plan and Disclosure Statement	Claims analysis
Jamie O'Connell Pamela Zilly	03/10/06	1.0	Plan and Disclosure Statement	Analysis of changes in claim amounts
Jamie O'Connell Pamela Zilly	03/13/06	0.5	Plan and Disclosure Statement	Claims analysis
Jamie O'Connell Pamela Zilly	03/13/06	1.5	Plan and Disclosure Statement	Call with S. Pointer, K&E and Grace personnel regarding case status
Jamie O'Connell Pamela Zilly	03/14/06	0.5	Plan and Disclosure Statement	Call with management, counsel re: POR and motions pending
Jamie O'Connell Pamela Zilly	03/14/06	1.2	Plan and Disclosure Statement	Review claims schedules
Jamie O'Connell Pamela Zilly	03/14/06	1.0	Plan and Disclosure Statement	Call with management, counsel re: POR, mediation
Jamie O'Connell Pamela Zilly	03/15/06	2.0	Plan and Disclosure Statement	Internal status meeting w/ R. Tarola
Jamie O'Connell Pamela Zilly	03/15/06	0.5	Plan and Disclosure Statement	Claims analysis
Jamie O'Connell Pamela Zilly	03/15/06	2.0	Plan and Disclosure Statement	Meeting with R. Tarola, TBG team re: status
Jamie O'Connell Pamela Zilly	03/16/06	3.0	Plan and Disclosure Statement	Mediation meeting at Kirkland & Ellis
Jamie O'Connell Pamela Zilly	03/16/06	6.0	Plan and Disclosure Statement	Attend Grace mediation session
Jamie O'Connell Pamela Zilly	03/17/06	4.0	Plan and Disclosure Statement	Attend Grace mediation session
Jamie O'Connell Pamela Zilly	03/21/06	1.0	Plan and Disclosure Statement	Call with management, counsel re: POR and motions pending
Jamie O'Connell Pamela Zilly	03/22/06	0.8	Plan and Disclosure Statement	Review environmental claims analysis
Jamie O'Connell Pamela Zilly	03/27/06	0.3	Plan and Disclosure Statement	Call with M. Shelinitz and M. Conron of Grace
Jamie O'Connell Pamela Zilly	03/29/06	1.0	Plan and Disclosure Statement	Discussion with T. Freedman re: POR - alternatives
Jamie O'Connell Pamela Zilly	03/31/06	2.0	Plan and Disclosure Statement	Review stock plan alternatives
Jamie O'Connell Pamela Zilly	03/31/06	0.8	Plan and Disclosure Statement	Interest rate accrual on letters of credits discussion and review
		<u><b>33.8</b></u>		

THE BLACKSTONE GROUP L.P.  
 HOURLY DETAIL FOR THE PERIOD OF  
 MARCH 1, 2006 THROUGH MARCH 31, 2006

Professional	Date	Hours	Category	Explanation
Jamie O'Connell	03/21/06	0.5 0.5 <hr/>	Tax Issues	Call with J. Gibbs of Grace and G. Boyer of CDG regarding taxes

THE BLACKSTONE GROUP L.P.			
HOURLY DETAIL FOR THE PERIOD OF			
MARCH 1, 2006 THROUGH MARCH 31, 2006			
Professional	Date	Hours	Category
Jamie O'Connell Pamela Zilly Jamie O'Connell	03/01/06 03/16/06 03/29/06	1.0 1.0 1.5 <hr/> <b>3.5</b>	Valuation Valuation Valuation Valuation analysis Review distributable value, valuation analysis Valuation analysis